ASSEMBLY BILL NO. 302–ASSEMBLYMEN KIRNER, HICKEY; HANSEN, LIVERMORE AND WHEELER

MARCH 15, 2013

JOINT SPONSOR: SENATOR GUSTAVSON

Referred to Committee on Government Affairs

SUMMARY—Provides for the merger of certain fire protection districts in certain counties. (BDR 42-270)

FISCAL NOTE: Effect on Local Government: May have Fiscal Impact. Effect on the State: No.

EXPLANATION - Matter in *bolded italics* is new; matter between brackets [omitted material] is material to be omitted.

AN ACT relating to fire protection districts; providing for the merger of certain fire protection districts in certain counties; and providing other matters properly relating thereto.

Legislative Counsel's Digest:

Existing law provides for the organization of a fire protection district by an 1 23456789 ordinance adopted by a board of county commissioners or by the approval of the voters of a proposed fire protection district. (Chapter 474 of NRS) Section 3 of this bill requires the board of county commissioners in a county whose population is less than 700,000 to consider an ordinance consolidating two or more contiguous fire protection districts located entirely within that county if the board of county commissioners: (1) is presented with a petition signed by a majority of the owners of property within the districts; or (2) together with the governing body of each district, approves a resolution proposing the consolidation of the districts. Section 4 10 of this bill specifies that a consolidated fire protection district is subject to certain provisions relating to collective bargaining. Section 4 also specifies that those provisions do not apply to a consolidated fire protection district that contains fire 11 12 13 protection districts which executed an interlocal agreement to consolidate their 14 administration and operation before July 1, 2013. Section 10 of this bill allows the 15 district emergency fund for a consolidated fire protection district to maintain a 16 balance of up to \$1,500,000.





THE PEOPLE OF THE STATE OF NEVADA, REPRESENTED IN SENATE AND ASSEMBLY, DO ENACT AS FOLLOWS:

Section 1. Chapter 474 of NRS is hereby amended by adding 1 2 thereto the provisions set forth as sections 2, 3 and 4 of this act. 3 Sec. 2. It is the public policy of the State of Nevada and the purpose of sections 2, 3 and 4 of this act, in a county whose 4 5 population is less than 700,000, to promote: 6 1. Efficiency in fire-fighting and emergency medical services; 7 and 8 2. Dedicated ad valorem funding of those services. 9 Sec. 3. 1. Two or more fire protection districts organized pursuant to NRS 474.460 which are contiguous to each other and 10 which are located entirely within a county whose population is less 11 than 700,000 may merge to form a consolidated fire protection 12 district. 13 14 2. The consolidation may be initiated by: 15 (a) A petition signed by a majority of the owners of property located within the fire protection districts that requests the 16 consolidation of the fire protection districts; or 17 (b) A resolution proposing the consolidation of the fire 18 protection districts that is approved by the board of county 19 commissioners and by the governing body of each fire protection 20 21 district. 22 3. If the board of county commissioners determines, after 23 notice and a hearing, that the consolidation of the fire protection districts is feasible and in the best interests of the county and the 24 fire protection districts, the board of county commissioners shall 25 adopt an ordinance creating a consolidated fire protection district 26 that includes all or any part of the area of the fire protection 27 districts. The ordinance must include the name and the 28 29 boundaries of the consolidated fire protection district.

30 4. The board of county commissioners shall cause a copy of 31 any ordinance adopted pursuant to subsection 3 to be recorded in 32 the office of the county recorder of the county in which the 33 consolidated fire protection district is located.

5. All debts, obligations, liabilities, revenues, expenditures
and assets of the former fire protection districts must be assumed
or taken over by the consolidated fire protection district.

Sec. 4. *1. A* consolidated fire protection district organized pursuant to section 3 of this act and its employees are subject to the provisions of chapter 288 of NRS relating to collective bargaining, whether conducted with the consolidated fire protection district or another governmental entity serving as the





local government employer pursuant to an interlocal agreement,
 except that:

3 (a) The provisions of paragraph (l) of subsection 2 of NRS 4 288.150 do not apply;

5 (b) The provisions of NRS 288.215 relating to the submission 6 of written statements containing final offers in arbitration do not 7 apply, and the arbitrator must render his or her decision without 8 considering those statements; and

9 (c) Before consolidation, the bargaining units of the former 10 fire protection districts and the local government employer shall 11 negotiate the employee benefits that will apply upon consolidation.

12 2. A bargaining unit that existed in a former fire protection 13 district must continue to be the bargaining unit for its covered 14 employees in the consolidated fire protection district until a new 15 bargaining unit is created.

16 3. The provisions of this section do not apply to a 17 consolidated fire protection district that contains two fire 18 protection districts which, pursuant to an interlocal agreement, 19 consolidated their administrations and operations before 20 July 1, 2013, and subsequently consolidated pursuant to section 3 21 of this act.

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Sec. 5. NRS 474.460 is hereby amended to read as follows:

474.460 1. All territory in each county or consolidated 23 municipality not included in any other fire protection district, except 24 25 incorporated areas other than consolidated municipalities, may be 26 organized by ordinance by the board of county commissioners of the 27 county in which that territory lies into as many fire protection 28 districts as necessary to provide for the prevention and 29 extinguishment of fires in the county, until such time as that 30 territory may be included in another fire protection district formed 31 in accordance with the provisions of chapter 473 of NRS or NRS 32 474.010 to 474.450, inclusive H, or sections 2, 3 and 4 of this act.

- 33 2. Each such district:
 - (a) Is a political subdivision of the State; and
- 35 (b) Has perpetual existence unless dissolved as provided in this 36 chapter.
- 37 $\hat{3}$. Each such district may:

38 (a) Sue and be sued, and be a party to suits, actions and39 proceedings;

- 40 (b) Arbitrate claims; and
 - (c) Contract and be contracted with.

42 4. The board of county commissioners organizing each such
43 district is ex officio the governing body of each such district. The
44 governing body must be known as the board of fire commissioners.





1 5. The chair of the board of county commissioners is ex officio 2 the chair of each such district. 3 The county clerk is ex officio the clerk of each such district. 6 Unless the board of fire commissioners employs a treasurer, 4 7. 5 the county treasurer is ex officio the treasurer of each such district. Sec. 6. NRS 474.470 is hereby amended to read as follows: 6 7 474.470 The board of fire commissioners shall: 8 Manage and conduct the business and affairs of districts 1. 9 organized pursuant to the provisions of NRS 474.460 H or section 10 3 of this act. 11 Adopt and enforce all rules and regulations necessary for the 2. administration and government of the districts and for the furnishing 12 13 of fire protection thereto, which may include regulations relating to 14 emergency medical services and fire prevention. The regulations 15 may include provisions that are designed to protect life and property 16 from: 17 (a) The hazards of fire and explosion resulting from the storage, 18 handling and use of hazardous substances, materials and devices; 19 and 20 (b) Hazardous conditions relating to the use or occupancy of any 21 premises. 22 Any regulation concerning hazardous substances, materials or 23 devices adopted pursuant to this section must be consistent with any plan or ordinance concerning those substances, materials or devices 24 25 that is required by the Federal Government and has been adopted by 26 the board of county commissioners. 27 Organize, regulate, establish and disband fire companies, 3. departments or volunteer fire departments for the districts. 28 29 4. Provide for the payment of salaries to the personnel of those 30 fire companies or fire departments. 31 5. Provide for payment from the proper fund of all the debts 32 and just claims against the districts. 33 Employ agents and employees for the districts sufficient to maintain and operate the property acquired for the purposes of the 34 35 districts. 36 7. Acquire real or personal property necessary for the purposes 37 of the districts and dispose of the property if no longer needed. Construct any necessary structures. 38 8. 39 Acquire, hold and possess, by donation or purchase, any 9. land or other property necessary for the purpose of the districts. 40 41 10. Eliminate and remove fire hazards from the districts if practicable and possible, whether on private or public premises, and 42 to that end the board of fire commissioners may clear the public 43 44 highways and private lands of dry grass, stubble, brush, rubbish or A B 3 0 2 *

1 other inflammable material in its judgment constituting a fire 2 hazard.

11. Perform all other acts necessary, proper and convenient to
accomplish the purposes of NRS 474.460 to 474.540, inclusive . *and sections 2, 3 and 4 of this act.*

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Sec. 7. NRS 474.480 is hereby amended to read as follows:

7 474.480 1. The board of fire commissioners shall plan for the 8 prevention and extinguishment of fires in the territory of the county 9 described by NRS 474.460, and section 3 of this act, in cooperation 10 with the State Forester Firewarden to coordinate the fire protection 11 activities of the districts with the fire protection provided by the 12 Division of Forestry of the State Department of Conservation and 13 Natural Resources and by federal agencies, in order that the State 14 Forester Firewarden may establish a statewide plan for the 15 prevention and control of large fires, mutual aid among the districts, 16 training of personnel, supply, finance and other purposes to promote 17 fire protection on a statewide basis.

18 2. Through inspection, the State Forester Firewarden may 19 recommend standardization of fire protection equipment and 20 facilities of the districts to facilitate mutual aid among the districts.

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Sec. 8. NRS 474.495 is hereby amended to read as follows:

474.495 The board of fire commissioners of a district
organized pursuant to NRS 474.460 *or section 3 of this act* may:

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Provide emergency medical services within the district; and

25 2. Purchase, acquire by donation or otherwise, lease, operate 26 and maintain ambulances if necessary, and may take out liability 27 and other insurance therefor. The board of fire commissioners may 28 employ trained personnel to operate those vehicles.

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Sec. 9. NRS 474.500 is hereby amended to read as follows:

30 474.500 1. The board of fire commissioners may appoint a 31 district fire chief who shall have adequate training and experience in 32 fire control and who shall hire such employees as are authorized by 33 the board. The district fire chief shall administer all fire control laws in the territory of the county described by NRS 474.460 and section 34 3 of this act and perform such other duties as may be designated by 35 the board of fire commissioners and the State Forester Firewarden. 36 37 The district fire chief shall coordinate fire protection activities in the 38 district and shall cooperate with all other existing fire protection 39 agencies and with the State Forester Firewarden for the 40 standardization of equipment and facilities.

2. In lieu of or in addition to the provisions of subsection 1, theboard of fire commissioners may:

(a) Provide the fire protection required by NRS 474.460 to
44 474.540, inclusive, *and sections 2, 3 and 4 of this act* to the districts
45 by entering into agreements with other agencies as provided by





NRS 472.060 to 472.090, inclusive, and 277.180, for the furnishing
 of such protection to the districts; or

3 (b) Support volunteer fire departments within districts organized 4 under the provisions of NRS 474.460 to 474.540, inclusive, *and* 5 *sections 2, 3 and 4 of this act* for the furnishing of such protection 6 to the districts.

Sec. 10. NRS 474.510 is hereby amended to read as follows:

474.510 1. The board of fire commissioners shall prepare an
annual budget in accordance with the provisions of NRS 354.470 to
354.626, inclusive, for each district organized in accordance with
NRS 474.460 [-] or section 3 of this act.

12 2. Each budget must be based on estimates of the amount of 13 money which will be needed to defray the expenses of the district 14 and to meet unforeseen emergencies and the amount of a fire 15 protection tax sufficient, together with the revenue which will result 16 from application of the rate to the net proceeds of minerals, to raise 17 such sums.

18 3. At the time of making the levy of county taxes for the year, 19 the board of county commissioners shall levy the tax provided by subsection 2, upon all property, both real and personal, subject to 20 21 taxation within the boundaries of the district. Any tax levied on 22 interstate or intercounty telephone lines, power lines and other 23 public utility lines as authorized in this section must be based upon 24 valuations established by the Nevada Tax Commission pursuant to 25 the provisions of NRS 361.315 to 361.330, inclusive.

4. The amount of tax to be collected for the purposes of this
section must not exceed, in any 1 year, 1 percent of the value of the
property described in subsection 3 and any net proceeds of minerals
derived from within the boundaries of the district.

5. If levied, the tax must be entered upon the assessment roll and collected in the same manner as state and county taxes. Taxes may be paid in four approximately equal installments at the times specified in NRS 361.483, and the same penalties as specified in NRS 361.483 must be added for failure to pay the taxes.

6. For the purposes of NRS 474.460 to 474.540, inclusive, and 35 36 sections 2, 3 and 4 of this act, the treasurer of the district shall keep 37 two separate funds for each district, one to be known as the district 38 fire protection operating fund and one to be known as the district 39 emergency fund. The money collected to defray the expenses of any 40 district organized pursuant to NRS 474.460 or section 3 of this act 41 must be deposited in the district fire protection operating fund, and the money collected to meet unforeseen emergencies must be 42 43 deposited in the district emergency fund. The district emergency 44 fund must be used solely for emergencies and must not be used for 45 regular operating expenses. The money deposited in the district



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district organized pursuant to section 3 of this act. Any interest earned on the money in the district emergency fund that causes the 4 balance in that fund to exceed \$1,000,000 or \$1,500,000, as 5 6 *applicable*, must be credited to the district fire protection operating 7 fund. 8 7. For the purposes of subsection 6, an emergency includes, 9 without limitation, any event that: 10 (a) Causes widespread or severe damage to property or injury to 11 or the death of persons within the district; (b) As determined by the district fire chief, requires immediate 12 13 action to protect the health, safety and welfare of persons who reside 14 within the district: and 15 (c) Requires the district to provide money to obtain a matching 16 grant from an agency of the Federal Government to repair damage 17 caused by a natural disaster that occurred within the district. 18 **Sec. 11.** NRS 474.511 is hereby amended to read as follows: 19 474.511 Any district organized pursuant to NRS 474.460, or section 3 of this act, acting by and through the board of fire 20 commissioners, by resolution may at any time or from time to time 21 22 acquire: 23 1. A system of waterworks, hydrants and supplies of water. Telegraphic signals for fire and telephone, telegraph, radio 24 2. 25 and television service. 26 3. Fire engines and other vehicles. Hooks, ladders, chutes, buckets, gauges, meters, hoses, 27 4. pumps, fire extinguishers, fans and artificial lights. 28 29 5. Respirators, rescue equipment, medical supplies and 30 equipment, other apparatus for fire fighting and protection from fire, 31 and other appurtenances. 32 6. Fixtures, structures, stations, other buildings and sites 33 therefor 7. Land, interests in land, and improvements thereon for 34 35 firebreaks and other protection from fire. 36 Appurtenances and incidentals necessary, useful or desirable for any such facilities, including all types of property therefor. 37 9. Any combination of the properties provided in this section. 38 39 **Sec. 12.** NRS 474.5115 is hereby amended to read as follows: 474.5115 The title to all property which may have been 40 acquired for a district organized pursuant to NRS 474.460 or section 41 42 3 of this act must be vested in the district. 43 **Sec. 13.** NRS 474.512 is hereby amended to read as follows: 474.512 For the purpose of defraying the cost of the 44 45 acquisition of any properties authorized by NRS 474.511, the board



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emergency fund must not exceed the sum of \$1,000,000 **[]** for a

district organized pursuant to NRS 474.460 or \$1,500,000 for a

1 of fire commissioners, on the behalf and in the name of any district 2 organized pursuant to NRS 474.460, or section 3 of this act, may, by resolution, at any time or from time to time, borrow money, 3 4 otherwise become obligated, and evidence or reevidence such 5 obligations by the issuance of bonds and other municipal securities 6 payable from general (ad valorem) taxes and constituting general obligations of the district, as provided in the Local Government 7 Securities Law, subject to the limitations therein and in 8 NRS 474.514. 9

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Sec. 14. NRS 474.514 is hereby amended to read as follows:

474.514 No indebtedness, as defined in NRS 350.586, 11 including outstanding indebtedness, shall be incurred by any district 12 13 organized pursuant to NRS 474.460 or section 3 of this act in an 14 aggregate principal amount exceeding 5 percent of the total last 15 assessed valuation of taxable property (excluding motor vehicles 16 and cattle) situated within the district.

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Sec. 15. NRS 474.517 is hereby amended to read as follows:

18 474.517 All accounts, bills and demands against a district 19 organized pursuant to NRS 474.460 or section 3 of this act must be audited, allowed and paid by the board of fire commissioners by 20 21 warrants drawn on the county treasurer or the treasurer of the 22 district. The county treasurer or, if authorized by the board of county 23 commissioners and the board of fire commissioners, the treasurer of 24 the district shall pay them in the order in which they are presented. 25

Sec. 16. NRS 474.520 is hereby amended to read as follows:

474.520 Upon dissolution of any fire protection district 26 27 organized under NRS 474.010 to 474.450, inclusive, as provided by NRS 474.410 to 474.450, inclusive, the territory formerly included 28 29 in such district shall be subject to the provisions of NRS 474.460 to 30 474.540, inclusive H, and sections 2, 3 and 4 of this act. The 31 property of such dissolved fire protection district shall be retained 32 by the board of county commissioners for use for fire protection 33 purposes in the territory of the dissolved district.

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Sec. 17. NRS 474.537 is hereby amended to read as follows:

474.537 1. A fire protection district organized pursuant to 35 36 NRS 474.460 or section 3 of this act may reorganize as a district 37 created wholly or in part for the purpose of furnishing fire protection 38 facilities pursuant to chapter 318 of NRS.

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The reorganization may be initiated by: 2.

40 (a) A petition signed by a majority of the owners of property 41 located within the district: or

42 (b) A resolution of the board of county commissioners of the 43 county in which the district is located.

44 3. If the board of county commissioners determines, after 45 notice and hearing, that the reorganization is feasible and in the best





interests of the county and the district, the board of county
 commissioners shall adopt an ordinance reorganizing the district
 pursuant to chapter 318 of NRS.

4 4. All debts, obligations, liabilities and assets of the former 5 district must be assumed or taken over by the reorganized district.

Sec. 18. NRS 474.540 is hereby amended to read as follows:

7 474.540 The activities of each district organized in accordance 8 with NRS 474.460 *or section 3 of this act* shall be separate and 9 apart from county activities and any other political subdivision in 10 this State.

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Sec. 19. NRS 474.565 is hereby amended to read as follows:

12 474.565 1. The boundaries of two or more contiguous fire 13 protection districts located within a county and organized pursuant 14 to NRS 474.010 to 474.450, inclusive, or 474.460 *or section 3 of* 15 *this act* may be adjusted in the manner provided in this section so 16 that all or any part of the area of one such fire protection district is 17 excluded from that district and added to the area of another such fire 18 protection district.

19 2. The adjustment of the boundaries of fire protection districts 20 pursuant to this section must be approved by:

(a) A majority of the owners of property located within the
 portions of those districts directly affected by the proposed
 adjustment of boundaries; and

(b) Resolution of the board of county commissioners of the
county in which the districts are located, which resolution must also
be approved by the governing bodies of the fire protection districts
whose boundaries are proposed to be adjusted.

 \Rightarrow For the purposes of this subsection, an owner of property located within a fire protection district is "directly affected" by a proposed adjustment of boundaries if the adjustment will cause that property, or other property immediately adjacent to that property, to be excluded from the district in which it is currently located and added to a district other than that in which it is currently located.

34 3. If, after notice and a hearing, the board of county 35 commissioners determines that the proposed adjustment of 36 boundaries is feasible and in the best interests of the county and the 37 districts whose boundaries are proposed to be adjusted, the board of 38 county commissioners shall adopt an ordinance adjusting the 39 boundaries of those districts. The ordinance must include the name 30 and boundaries of each district that will result from the adjustment.

41 4. For the purposes of subsection 3, a board of county 42 commissioners shall not determine that a proposed adjustment of 43 boundaries is feasible and in the best interests of the county and the 44 districts whose boundaries are proposed to be adjusted unless the 45 board concludes, after conducting a reasonable investigation, that:





1 (a) The total assessed valuation of taxable property in the 2 districts whose boundaries are proposed to be adjusted is 3 substantially equivalent; and

4 (b) The total ad valorem tax levied within the districts whose 5 boundaries are proposed to be adjusted is substantially equivalent.

6 5. The board of county commissioners shall cause a copy of 7 any ordinance adopted pursuant to subsection 3 to be certified by the 8 clerk of the board and filed immediately for record in the office of 9 the county recorder.

10 6. If an adjustment of boundaries pursuant to this section 11 causes:

(a) Part of the area of one fire protection district to be excluded
from that district and added to the area of another fire protection
district, the districts may, but are not required to, enter into such an
agreement as they determine equitable to address the apportionment
of debts, obligations, liabilities and assets.

17 (b) All of the area of one fire protection district to be excluded 18 from that district and added to the area of another fire protection 19 district, the debts, obligations, liabilities and assets of the district 20 from which the area is excluded must be assumed by the district to 21 which the area is added.

22 Sec. 20. The amendatory provisions of this act do not apply to 23 modify, directly or indirectly, any taxes levied or revenues pledged in such a manner as to impair adversely any outstanding obligations 24 25 of a fire protection district, including, without limitation, bonds, medium-term financing, letters of credit and any other financial 26 27 obligations, until all such obligations have been discharged in full or 28 provisions for their payment and redemption have been fully made. 29 Sec. 21. This act becomes effective on July 1, 2013.

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